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3 TENNESSEE VALLEY AUTHORITY  
4 U. S. ENVIRONMENTAL PROTECTION AGENCY  
5 TENNESSEE DEPARTMENT OF ENVIRONMENT & CONSERVATION  
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8 QUARTERLY PUBLIC MEETING  
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12 AUGUST 21, 2012  
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16 ROANE COUNTY HIGH SCHOOL  
17 KINGSTON, TENNESSEE  
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2 APPEARANCES:3  
4 CRAIG ZELLER, EPA5 KATHERINE NASH, TVA  
6  
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910  
11 PUBLIC SPEAKERSPAGE12  
13 JONI MORGAN

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14 FREDDIE STOKES

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15 DON SIMON

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16 STEVE SCARBOROUGH

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1920 - - -  
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1 KATHERINE NASH: My name is  
2 Katherine Nash and I am the general  
3 manager for the recovery project. I took  
4 Steve McCracken's place. He retired  
5 earlier this year. I've been with TVA for  
6 nine years and on this project since  
7 shortly after the spill occurred.

8 We have a great team in place. We  
9 are very vested in this project. We are  
10 here to see it until the end. Bob Deacy  
11 is still the executive with oversight  
12 responsibilities for the project. And our  
13 commitment made early on in this project  
14 to return the area to as good as or better  
15 than before is still in place.

16 So tonight what we're going to do  
17 is Craig Zeller with EPA is going to come  
18 up and give the briefing on the river  
19 EE/CA. There will be a question and  
20 answer session afterwards with him. Then  
21 after that, we'll have representatives  
22 from TVA, from TDEC and from EPA around  
23 the room for any questions that you guys  
24 have.

25 One thing I do want to point out is

1           the public comment period is open right  
2           now and we encourage everyone to make  
3           comments on the river EE/CA. The way that  
4           we make our decision going forward is  
5           based on your comments. So if you could  
6           take a few minutes to do that either  
7           tonight or later on during this comment  
8           period, that would be great. So with  
9           that, I'll turn it over to Craig.

10           CRAIG ZELLER: Good evening. I've  
11           got a loud voice. I usually don't need  
12           microphones. Thanks for coming out. My  
13           name is Craig Zeller. I'm the EPA project  
14           manager. I'm kind of based out of  
15           Atlanta. I do spend a lot of time up here  
16           in Roane County. I've been over kind of  
17           the Phase 2, Phase 3 work. Another  
18           colleague of mine you may have seen back  
19           in the years is Leo. Leo Francendese kind  
20           of handled the dredging piece. After he  
21           was done with that in about 18 months, he  
22           kind of handed over Phase 2 and Phase 3 to  
23           me.

24           So a couple of things before we get  
25           started, as Katherine mentioned, this

1 meeting is very similar to the ones we've  
2 had in the past over the last three, four  
3 years. It's slightly different in the  
4 fact that this particular meeting is  
5 required by the Superfund law that this  
6 project is being cleaned up under which is  
7 one of the reasons we have a court  
8 reporter. There needs to be -- the  
9 Superfund law states there needs to be a  
10 verbatim transcript of the proceedings of  
11 this meeting. This verbatim transcript  
12 then from this meeting then will become  
13 part of the administrative record going  
14 forward.

15 So at the end of this -- I've got  
16 about 30 slides. I'll try to not talk so  
17 fast, but I'll try to get through them  
18 quickly so I don't bore you too much. But  
19 after the meeting, there will be an  
20 opportunity for question and answer. If  
21 you have questions, we'll certainly  
22 entertain those questions. If you have a  
23 comment, if you would rather just make a  
24 comment, please step up, introduce  
25 yourself for the record so, again, we can

1           get the names down on who is speaking and  
2           who is registering these comments and they  
3           will become part of the record moving  
4           forward. So we'll try and get on with  
5           that.

6           Next slide, please, Michael. So  
7           what are we going to do tonight? Most of  
8           what we're going to talk about is Phase 3.  
9           It's kind of a project we call The River  
10          System, Engineering Evaluation Cost  
11          Analysis. Before we get into that, we are  
12          going to do a quick little overview of  
13          what we've done thus far, what we've been  
14          doing here for the last three and half  
15          years.

16          We're going to talk a lot about  
17          Phase 2, you know, what does it involve,  
18          the areas involved in the study and the  
19          type of work that went in and the  
20          ecological risk assessment work as well as  
21          our evaluation and the additional -- are  
22          there any residual human health risks.

23          At the end of this then we're going  
24          to kind of talk about the alternatives  
25          that we've retained to address any

1 identified risks for human health as well  
2 as the environment. Then at the very end  
3 we're going to try to, you know,  
4 reemphasis, if we haven't already, that  
5 your input on these alternatives, your  
6 input on our study is important to us or  
7 we wouldn't be here. Okay.

8 Somebody asked me before have we  
9 made up our mind what we're going to do.  
10 No. EPA has not made up their mind what  
11 we're going to do, nor has TVA nor has  
12 TDEC. We're going through a comment  
13 period. Only after we fully consider all  
14 those comments and address those comments  
15 will we come up with our selected cleanup  
16 plan.

17 That selected cleanup plan is not  
18 likely -- it obviously depends on how long  
19 our comment period goes. But we won't  
20 likely be up here talking about a selected  
21 cleanup plan until later this fall. If I  
22 had to guess, probably October or  
23 November.

24 A little bit about Phase 1. What  
25 have we done? What have we accomplished

1           so far? Quite a bit. The first phase was  
2           about an 18-month period, a little longer.  
3           That was the big, active dredging phase.  
4           It's where we had, you know, about half a  
5           dozen dredges in the river and pulling  
6           material out of the river and then drying  
7           that material and transporting that  
8           material to an approved landfill in Perry  
9           County, Alabama.

10                 Over that time frame there was  
11           about 3 and a half million cubic yards  
12           removed. Once it was dried and put on  
13           trains and then weighed at the landfill,  
14           there were 414 trains that went to Perry  
15           County safely, about 4 million tons,  
16           that's the weight, you know, weight  
17           conversion. That was -- the last train  
18           went to Perry County December 1 of 2010.  
19           Most of the dredging work, the bulk of the  
20           dredging work was done right around  
21           Memorial Day of 2010 when the river was  
22           reopened for recreation and navigational  
23           use.

24                 Shortly after Phase 1 -- the last  
25           time I guess we had a public meeting like



1           this for public comment and looking at  
2           alternatives, it was for the Phase 2 work.  
3           Last May or May of 2010 we were talking  
4           about alternatives to close out the cell.  
5           The remedy that was ultimately selected  
6           for Phase 2 then was to go out and dig the  
7           retraining material in these little  
8           shallow backwaters of Watts Bar, areas  
9           that we call the North Embayment and the  
10          Middle Embayment, dig that material up,  
11          get it dry and then put it back in the  
12          cell that failed back in 2008, late 2008.

13                 But before we put it back in that  
14          cell and then close out that cell, the  
15          perimeter is being surrounded with what we  
16          call a perimeter containment wall or  
17          perimeter stabilization wall. That wall  
18          is going down in the subsurface. We call  
19          it a wall, but you're really not going to  
20          see it. Okay. It's all subsurface,  
21          anywhere from 50 to 70 feet below the  
22          ground. It's being keyed into that  
23          underlying rock to withstand any  
24          earthquake forces. So if the ground  
25          starts to shake here on the East Tennessee

1           fault line, it's going to resist any  
2           future failure such as happened back on  
3           December 22 of 2008. We'll talk more  
4           about where we're at in Phase 2.

5                   Now, Phase 3 is what we're going to  
6           focus on mostly tonight. It is what to do  
7           with the residual ash that's left in this  
8           system. When Leo left and turned and kind  
9           of threw the keys to the car to me, he  
10          left us about 500,000 cubic yards of  
11          material out there. Okay. It's spread  
12          over about 200 acres. We'll talk more  
13          about more in minute.

14                   A good chunk of that material,  
15          probably 85 percent of that material, was  
16          left in place because it was commingled or  
17          collocated with Department of Energy  
18          legacy constituents, namely cesium 137.  
19          Our landfill that we were working with at  
20          the time wasn't real keen on potentially  
21          sending low level radiation to them in  
22          Perry County, so we left it in place to  
23          study it for a couple of years. That's  
24          really all about the Phase 3 work and, you  
25          know, we tried to look at what type of

1 long-term risk does that material pose.  
2 So a little bit about Phase 2. Next  
3 slide, please.

4 So you've heard about Phase 1, 4  
5 million tons at the landfill, 414 trains,  
6 finished May of 2010. Since that time  
7 we've been very busy. For those who live  
8 in the area, you now see that the North  
9 Embayment now has water in it and it's  
10 been declared ash free by EPA and TDEC.  
11 There was about just under a million cubic  
12 yards was pulled from the North Embayment.  
13 865,000 cubic yards to be exact. All that  
14 material then has been stacked back in the  
15 landfill cell.

16 Once we got done with the North  
17 Embayment at the end of 2011, we moved  
18 more into the Middle Embayment, kind of  
19 right adjacent to the cell area. This  
20 weather has been fantastic for excavation  
21 and drying ash. We kind of call it  
22 farming ash is kind of what we're doing.  
23 We're digging up wet stuff, getting it up  
24 on the, you know, high areas and getting  
25 it tilled and getting it dried and ready

1 to stack back in the cell.

2 Middle Embayment excavation is  
3 going real well. For those of you who've  
4 been along the Swan Pond corridor and the  
5 Swan Pond Circle corridor, I'm happy to  
6 report that we're now seeing brown  
7 sediment in the Middle Embayment. Brown  
8 is good. Brown is the native stuff and  
9 that's been the goal of Phase 2 is to get  
10 everything restored into these embayments  
11 to the pre-spill bathymetry or what it  
12 looked like, what the bottom of this lake  
13 looked like before this accident occurred.

14 About 60 to 65 percent complete  
15 with the Middle Embayment. We've got  
16 about just under 800,000 cubic yards  
17 removed and about 400,000 we think to go.  
18 We're working it real hard. Again, the  
19 summer is, again, a real high productive  
20 season for us. Not probably going to get  
21 it done this year. I know the Middle  
22 Embayment excavation is scheduled to push  
23 into the middle of the year. We hope  
24 maybe first quarter, second quarter of  
25 next year the Middle Embayment excavation

1           will be done. Okay. It's starting --  
2           we're starting to get some clean samples  
3           back. If you guys have been around that  
4           area, you're starting to see some brown  
5           dirt, so it looks pretty good.

6                   Ash stacking. All the material  
7           we're pulling from the middle and the  
8           north is going into the central cell and  
9           the lateral expansion cell. It's being  
10          stacked, spread out in 1-foot lifts and  
11          then compacted. We've got about  
12          1.5 million total put back in. Probably  
13          about a million or so to go. Most of that  
14          is in the central. A little over 1  
15          million has been reconsolidated or placed  
16          back in that central cell and then the  
17          lateral expansion ash pond about 500,000  
18          cubic yards. We're going to be stacking  
19          ash through 2013.

20                   The perimeter wall. The largest  
21          perimeter wall of its kind in the United  
22          States when it's done. It's going to be  
23          about 60,000 linear feet. The largest  
24          wall before us was about 30,000 linear  
25          feet. So we're -- you know, it's a big

1 project. It's going along pretty well.  
2 We're just a little over a third of the  
3 way done on that. We've completed three  
4 sections and we're moving on to the fourth  
5 section now and we're going to be building  
6 the wall up through 2014, mid 2014.

7 So what we're doing now is  
8 excavating ash, stacking ash and building  
9 this wall. Once all the ash has been back  
10 in the cell, it will be closed out  
11 according to Tennessee regulations. Just  
12 kind of like a regular old coal ash would,  
13 it's going to get a drainage -- excuse me  
14 -- a liner on top, a 40-millimeter thick  
15 liner to shed rainfall and to make sure  
16 rainfall doesn't sink into it.

17 Once that liner goes down, we're  
18 going to have a drainage layer on top to  
19 help collect any rainwater that falls on  
20 this thing to keep it out of our landfill.  
21 Then it's going to get 2 feet of clay and  
22 topsoil, be vegetated, graded flat so it  
23 doesn't erode and then there will be a  
24 long-term monitoring program in place to  
25 make sure the landfill stays, you know, a

1 well-constructed landfill, that we don't  
2 get any erosion on top and that type of  
3 thing.

4 So we hope to kind of be wrapping  
5 up with all this stuff in 2014. I'm  
6 starting to see some of this stuff bleed  
7 into 2015. It always, you know, kind of  
8 depends on weather. But we're about  
9 probably a little over halfway on this  
10 thing. We've been at this -- our order  
11 went into effect in May of '09 and my  
12 construction schedules are running through  
13 2014. So it's about a six-year job total.

14 So we've accomplished -- you know,  
15 this is kind of a before and after  
16 picture. It may be hard to see back here.  
17 Some of the big things I want to point out  
18 is you can now see this is about a 70-acre  
19 area. The North Embayment has water in  
20 it. It looks really good. This East  
21 Embayment or Lakeshore Slough has been  
22 cleaned. That was cleaned in Phase 1.

23 This whole area is all our various  
24 stacking areas. As you can see back in  
25 '08, the ash pond and the stilling pond

1 still had water in them. You can see now  
2 there's about 5 to 600,000 cubic yards of  
3 ash in there and we're actually actively  
4 stacking there.

5 The one thing I'm very pleased  
6 about is you're kind of starting to see  
7 some hard lines take shape out there.  
8 This Dike C was about a mile worth of work  
9 that had a big rock buttress on it to  
10 fortify it. Now, we're matching that rock  
11 buttress with a new buttress that's coming  
12 around the perimeter containment wall.  
13 You can start seeing that rock wall  
14 starting to shape and you can start now  
15 seeing where ash is going to be long term  
16 inside here and then where that Middle  
17 Embayment is going to start to form up  
18 here as we move forward.

19 Okay. So that was all kind of  
20 Phase 1 and Phase 2 overview. Moving into  
21 Phase 3, which again is kind of the River  
22 System Engineering Evaluation Cost  
23 Analysis. We split this study area up  
24 into about ten different reaches, all  
25 right, so we could start collecting



1 samples and get a handle on what was  
2 happening out there. Three different  
3 reaches in the Emory along with the  
4 reference, two different reaches in the  
5 Clinch along with the reference and then  
6 two reaches in the Tennessee along with  
7 the reference.

8 When I say reference, that also  
9 means, what I'm trying to say, is  
10 background. When you're conducting an eco  
11 study of this size or really any eco  
12 study, you want to compare the impacts or  
13 contamination issues with the area that's  
14 been affected and you want to compare that  
15 then to background or reference reaches  
16 that have not been affected by the  
17 contamination issue. So we had to go to  
18 areas in the Emory and the Clinch and  
19 Tennessee and find areas that have not  
20 been impacted by the ash so we can compare  
21 how the bugs and bunnies are doing in the  
22 background stations versus how the bugs  
23 and bunnies are doing in the areas  
24 potentially impacted by this ash.

25 There was really the mother of all

1           eco studies is about a \$40 million  
2           investment by TVA to do this. It involved  
3           16,000 samples and there were over close  
4           to a half a million analyses done on those  
5           16,000 samples.

6                   It's certainly the largest  
7           investigation I've been associated with in  
8           my 22 years at EPA and provided something  
9           of this magnitude doesn't happen again, it  
10          probably will be the largest one that I'm  
11          associated with. But it involved a lot of  
12          people besides EPA, TVA and TDEC. There  
13          was a host of other State and Federal  
14          agencies. TWRA, Oak Ridge National Lab.  
15          We were very fortunate that if this was  
16          going to happen anyplace, it kind of  
17          happened next to Oak Ridge. Some of the  
18          Oak Ridge scientists that have been  
19          studying this watershed for 30 plus years  
20          were a valuable asset to us. They know  
21          the watershed really well. We leaned on  
22          that experience and they became a very  
23          integral part of our team.

24                   The U. S. Army Corps of Engineers,  
25          the U. S. Fish and Wildlife Service, the

1 U. S. Army Corps of Engineers was working  
2 for me. We had one of the nation's  
3 leading sediment transport experts that  
4 was looking at how this ash moves through  
5 the system with time. I'll talk more  
6 about that later.

7 In addition to all the State and  
8 Feds that were involved, there were  
9 another ten different academic  
10 institutions involved, as well. We kind  
11 of called them the non-government, the  
12 NGOs, the non-government organizations.  
13 They were kind of our third party and  
14 folks that were more interested in the  
15 academic side of this thing, not from the  
16 regulatory standpoint.

17 So we had Virginia Tech doing tree  
18 swallow work for us. You may have seen as  
19 you drive around the area these little  
20 tree swallow boxes. They put those boxes  
21 out. The tree swallows get in there, they  
22 lay their eggs and then we kind of come in  
23 do some rude things and take their eggs  
24 and send them to the laboratory.

25 University of Tennessee just down

1           the road was doing some raccoon work for  
2           us. A variety of -- like I said, there  
3           was ten of them. Appalachian State,  
4           Colorado State, Colorado, quite a few  
5           folks involved in this thing. So it was a  
6           major effort.

7                        So it looked at a variety of  
8           things. It looked at nonliving organisms,  
9           what we'd call kind of the physical side  
10          of things. So we were looking at  
11          groundwater, we were looking at soils, we  
12          were looking at, you know, surface water,  
13          is the water quality of Watts Bar  
14          impacted. We were tracking ash, you know,  
15          where is this material, what was left, you  
16          know, do we know how much there is and  
17          where in the lake it may reside. We did a  
18          lot of sampling of sediment.

19                       Then living organisms. I'll talk  
20          more about this in a second. There were  
21          about 20 different living organisms that  
22          were sampled here. We call those  
23          measurement end points. Those are things  
24          that find their way to the blender and  
25          ultimately to the laboratory. There were

1           six species of fish, four species of  
2           birds, three species of frogs, three  
3           species of turtles, raccoons, mayflies,  
4           snails and fish food, what we'll call  
5           algae. I'll show a slide on that later.  
6           We're going to talk about what we found  
7           here as we move forward.

8                     Okay. From sediment water, kind of  
9           the physical, the non-biological component  
10          of this investigation. The big things we  
11          were looking for is, you know, where is  
12          this ash, where is it going, how much is  
13          there. From a groundwater standpoint, the  
14          groundwater quality underneath the  
15          impoundment, underneath the 250-acre  
16          dredge cell, we wanted to characterize  
17          that and is that groundwater contaminated.

18                    Same thing with surface water, is  
19          surface water contamination because of  
20          this ash being in the river, is that a  
21          problem. Okay. So we've set out to --  
22          those are kind of some of our study  
23          questions that we were shooting to answer.

24                    Okay. Let's talk first about ash.  
25          Where is it and how much is there? After

1           sampling -- when we got down with the  
2           Phase 1 report or Phase 1 work, there was  
3           a report written based on all the sampling  
4           that was done. At the end of the Phase 1  
5           work, we were estimating about 532,000  
6           cubic yards of material was left in the  
7           system.

8                   I just love it when the numbers add  
9           up or they work together because then we  
10          went out and did a whole different,  
11          separate study, hundreds and hundreds of  
12          samples, and we came up with a volume  
13          estimate of about 510,000 cubic yards. So  
14          those estimates are pretty good, actually.  
15          85 percent of that volume is in the Emory  
16          River, the lower 3 and a half miles of the  
17          Emory. Not surprisingly, it's the section  
18          of the river that wasn't hit real hard  
19          with the dredges because, again, the  
20          concern over the resuspension and the  
21          commingling of the cesium 137.

22                   About 15 percent of that is in the  
23          Clinch. All right. So the majority of  
24          the stuff is still in the Emory. We've  
25          got about 15 percent, which is about

1           80,000 cubic yards, that's down in that --  
2           just below the confluence with the Clinch  
3           in that first mile and a half.

4                   Our maximum ash deposit was around  
5           4 to 6 feet kind of in the Emory River  
6           side. Most of this stuff was -- we're  
7           seeing a lot of this sediment mixing with  
8           ash when we send our vib recorders down.  
9           We've got a term for that and we're  
10          calling it smash. It's sediment mixed  
11          with ash. So we're not getting a lot of  
12          pure layers out there anymore. A lot of  
13          it is native sediment mixed with ash. So  
14          not a lot of what we call honey holes or,  
15          you know, big targeted areas we could go  
16          get.

17                   Is the groundwater contaminated?  
18          As we were doing the Phase 2 work, we had  
19          a lot of questions, you know, wow, EPA,  
20          you're going to close out this landfill,  
21          what about groundwater contamination, can  
22          you answer that question for us and we  
23          said sure. So under the TDEC landfill  
24          program and the solid waste, there was  
25          dozens of monitoring wells. Wells

1 screening ash to monitor is this ash  
2 leaching bad stuff into the underlying  
3 groundwater.

4 Now, those wells were being  
5 monitored before the slide. We've kind of  
6 augmented that network and made it bigger,  
7 a little better coverage. But we're  
8 analyzing for some of the same  
9 constituents that were being analyzed  
10 under the TDEC authority.

11 The next slide attempts to answer  
12 is groundwater contaminated. The only  
13 thing that we've seen in exceedance out  
14 there since we've started monitoring was  
15 arsenic. Okay. The drinking water  
16 standard for arsenic is 10 parts per  
17 billion. That's 1- parts of arsenic and 1  
18 billion parts. So it's very small.

19 When we first put a couple of these  
20 wells in, we had some minor exceedances of  
21 that arsenic, of that arsenic number. The  
22 red line is where you want to be below.  
23 We believe that these two isolates hits  
24 were probably because of our well  
25 construction, that we had too much



1 turbidity, too much, let's say, ash  
2 entrained in our groundwater sample. Once  
3 those wells stabilized and we got that  
4 formation fully developed, we now have  
5 arsenic that meets the drinking water  
6 standards. So we do not have groundwater  
7 contamination under that cell.

8 What that means is that if you  
9 really, really wanted to, you could  
10 install a drinking water well in your  
11 cell, in that cell out there, and take  
12 your drinking water from this area. I  
13 wouldn't recommend that. The City of  
14 Kingston water tastes really good. So,  
15 you know, this is kind of a worst case  
16 scenario that we wanted to look at to see  
17 is groundwater contaminated underneath the  
18 cell. The answer to that is no.

19 Next question, surface water.  
20 We've been monitoring surface water out  
21 here. We have literally thousands of  
22 surface water samples that we've collected  
23 over the lifetime of this project. During  
24 dredging of course and now that we're  
25 working, you know, in the Middle

1           Embayment, we're also concerned about  
2           stirring up ash and releasing sludge to  
3           the Emory River.

4                   We've been monitoring primarily for  
5           arsenic and selenium. They've been the  
6           constituents that we're interested in.  
7           And one of the things we're most  
8           interested in is in collecting samples  
9           during storm events. Everybody knows what  
10          the river looks like after it rains 3 or  
11          4 inches, right? It gets really muddy and  
12          really murky and that's when you'd expect  
13          any resuspension or any contaminants to  
14          get up into the water calm and then  
15          transported into this system.

16                   So we've been monitoring during  
17          storm events. This is the arsenic number.  
18          Again, the drinking water standard here is  
19          10 parts per billion. This is drinking  
20          water. And all these dots in Watts Bar  
21          are well below that drinking water,  
22          assuming you're taking raw river water  
23          from the lake and then drinking that.  
24          We're not seeing any exceedances of the  
25          MCOs for arsenic during rainfall events to

1           date and don't expect to see any.

2           The next one is for selenium. The  
3           news on selenium is even better. We're  
4           just not seeing much selenium in this  
5           system at all. The regulatory standards  
6           we're interested in here are actually way  
7           off the chart. They're up here. These  
8           numbers are extremely low. You're less  
9           than a part per billion. So is the water  
10          during, you know, base flow events and is  
11          the water during storm events, is that bad  
12          equality water, is the surface water  
13          equality contaminated? No. The answer to  
14          that question, like ground water, is the  
15          surface water quality does not seem to be  
16          that impacted by what we're -- the system  
17          that we're looking at is not with 500,000  
18          cubic yards of ash in there.

19          Another kind of anecdotal thing I'd  
20          like to kind of throw out there from  
21          surface water is that when we had a bunch  
22          of ash in the river and when we were  
23          dredging up ash, we saw quite a few times  
24          these nice plumes of floating cenospheres,  
25          these little silica bubbles that kind of

1 float. We've been vacuuming up  
2 cenospheres periodically. We have not had  
3 a report of cenospheres on the lake in  
4 over two years. So that leads us to  
5 believe that this material is getting  
6 buried and not getting resuspended during  
7 these storm events. So we've kind of got  
8 that anecdotal piece of evidence, but we  
9 also have the analytical chemistry on the  
10 surface water side to kind of back that  
11 up.

12 All right. So that's kind of the  
13 physical. Now we're going to kind of go  
14 in the biological and talk about all these  
15 things. I mentioned earlier 20 different  
16 living organisms eventually were analyzed.  
17 These six types of fish, here's our bugs,  
18 fancy term for bugs. We're going to talk  
19 a lot about bugs tonight. Fancy term that  
20 we like to use is benthic macro-  
21 invertebrates. That's a scientific term.  
22 It tends to confuse people, so we're going  
23 to be talking about bugs, bugs that dwell  
24 in sediment. Mayflies, midges,  
25 anthropods, snails.

1           The birds I mentioned, tree  
2           swallows boxes. Why are we interested in  
3           tree swallows? Tree swallows eat insects  
4           that come out of that mud. Okay. They're  
5           an insectivorous bird and so we would be  
6           interested in our tree swallows eating  
7           bugs that may be contaminated with ash-  
8           related constituents and then are they  
9           downloading or maternally transferring any  
10          constituents they pick up in the ash to  
11          their eggs. Okay. That's why we were  
12          grabbing eggs out of these tree swallow  
13          boxes and analyzing them.

14          Heron and osprey eggs, also, only  
15          one per nest. One, because we didn't want  
16          to impact the population and, two, getting  
17          heron eggs and osprey, as you might  
18          imagine, are kind of difficult. The  
19          Tennessee -- or the TVA's linemen have  
20          some pretty good equipment for that. We  
21          did use some of their cherry picker  
22          buckets and stuff to get up into these  
23          osprey egg nests.

24          We talked about the raccoon.  
25          There's three types of frogs and toads.

1           There's the American toad, the spring  
2           peeper and the upland chorus frog. Three  
3           types of turtles. That snapping turtle.  
4           Here is an example of some of our field  
5           crew collecting snapping turtles. Not  
6           real happy beasts. They really don't like  
7           to get trapped and they really don't like  
8           us to take blood samples. The turtle  
9           sampling was nonlethal. We were not  
10          killing the turtles. We are actually  
11          taking their blood and running their blood  
12          for analysis.

13                 Then aquatic vegetation. I  
14          mentioned fish food. This is interesting.  
15          You know, besides what's growing, you  
16          know, on the shoreline and what's killing  
17          up in this emergent stuff, we were also  
18          sampling fish food. It's kind of  
19          interesting. You put out -- you know kind  
20          of that slime that develops in the bottom  
21          of your boat hull? We're doing the same  
22          thing. We set out plates of surface area,  
23          these little plates that's about, what 2  
24          or 3 inches square. It kind of sits out  
25          there in the water calm and over time that

1           little slime layer develops on these  
2           plates and we pull up the plates, scrape  
3           the slime and then the slime goes to the  
4           laboratory. So you can see it was quite  
5           an involved study. I hope I've emphasized  
6           that enough.

7                     After all of that, okay, after two  
8           years of study, \$40 million and a  
9           tremendous amount of analysis and then  
10          also not just the analysis but what's it  
11          mean. You know, the trick to this is  
12          getting the data and then making it -- you  
13          know, what do you interpret from this,  
14          what are you gathering from all this  
15          information.

16                    After all that, you know, the risk  
17          indicators that we've been focused on are  
18          arsenic and selenium. That's really what  
19          we've been tracking through this system,  
20          through all these different measurement  
21          end points. What we have left out there  
22          with this 500,000 cubic yards of ash  
23          spilled over 20 acres -- or 200 acres is a  
24          low risk to bugs that live in this  
25          material and also a low level risk to

1 birds that eat bugs coming out of the mud.  
2 Okay. So we have some minor issues with  
3 the bugs that are burrowing into this  
4 material and we have some minor issues  
5 associated with the birds that are eating  
6 the bugs coming out of this.

7 This is kind of our -- it may look  
8 like an eye chart to you sitting back  
9 there. This is kind of all the things we  
10 looked at and then what I'm looking for  
11 here is these checkmarks under Risk  
12 Management. If we see these checkmarks  
13 under Risk Management, that means CERCLA,  
14 the law that I work under, where I get my  
15 authority, now requires me to take action.  
16 So we have an eco risk trigger primarily  
17 based on the benthic invertebrates that  
18 live there and then the birds that are  
19 eating those bugs.

20 Now, in the laboratory we do  
21 sediment tox tests. Okay. It's the  
22 toxicity tests where we went out to eight  
23 different stations in the reservoir and  
24 collected mud and then we put the  
25 anthropod, which is a little burrowing



1           bug, and the midge and we subjected these  
2           critters to this various mixtures of ash  
3           to see how they survived and to see how  
4           they grew over a 10-day period and a  
5           28-day period.

6                   Now, for the buckets of mud that  
7           came from the lower Emory River where the  
8           bulk of this material is, those bugs  
9           performed a little differently than they  
10          did in the background stations. Now, we  
11          talked about background stations. So in  
12          the Emory River these survived and they  
13          grew, they just didn't survive as well and  
14          they just didn't grow as much as the  
15          background stations. Okay. That's what I  
16          mean.

17                   Now, but that was in the  
18          laboratory. So it's important to look out  
19          and see what you have in the field. In  
20          the field -- hopefully you can see this.  
21          If not, we have it posted around. This  
22          top right is the actual number of bugs  
23          you're getting per square meter. Okay.  
24          Are the bugs there? Well, yes.

25                   There actually are 2,000 bugs per

1 square meter in the Emory River mile where  
2 a bunch of this material is present.

3 These boxes here are references stations,  
4 these blue boxes, and you can see we have  
5 more bugs per square meter in the Emory  
6 River reaches than we actually do in some  
7 of our references. So while they might  
8 not be performing really well in the  
9 laboratory, we go out in the field and we  
10 sample and we find the bugs. They  
11 actually are there. So they must be doing  
12 fairly well.

13 Now, you know, what kind of species  
14 are we getting? You talked about  
15 diversity and abundance. Abundance is  
16 total number. Diversity, how many  
17 different types of bugs are we finding.  
18 Well, in this section of the Emory River,  
19 we're actually finding 35, 40 different  
20 types of bugs. So oftentimes we do these  
21 community surveys and we will often find  
22 just the real pollution tolerant bugs.  
23 But in this case we're finding very  
24 sensitive critters, as well. So those are  
25 kind of -- that's why we do this kind of

1 weighed evidence. In the laboratory they  
2 suggest maybe not doing that great, but  
3 actually when we sample them in the field,  
4 they're there in the required amount of  
5 individuals as well as the diversity of  
6 species.

7 When we refer -- this is a fish  
8 tissue bioaccumulation slide. When we  
9 first got started with this study, there  
10 was a bunch of concern over selenium. All  
11 right. Selenium at high enough  
12 concentrations can cause reproductive  
13 impacts in fish. Okay. So that was one  
14 of the big issues, kind of the eye on the  
15 prize, keep your eye on the prize. We  
16 were really concerned and really focused  
17 in on trying to figure out if there was a  
18 selenium issue here.

19 The number that we've been looking  
20 for is that any time you get fish tissue  
21 concentrations over 5 parts per million in  
22 tissue, there's literature out there in  
23 previous environmental studies that  
24 suggests that's the threshold whereby you  
25 start to get reproductive impacts in fish.

1           But surprisingly, and it's a good  
2           surprise, after hundreds and hundreds of  
3           fish sampling, we're all well below 5 PPM  
4           in selenium and, as you can see, really  
5           not a discernable difference from  
6           reference. This is the reference  
7           concentrations here on the left and you  
8           can see here real similar from the Emory  
9           River mile, this is ERM .50 to 1.0, just  
10          above the confluence, very similar  
11          selenium concentrations or bioaccumulation  
12          happening in the study area when compared  
13          to background. So are we seeing a big  
14          impact of fish accumulation? Not really.

15                Okay. So that's bioaccumulation.  
16          What about the fish community? Just like  
17          the bugs where we actually can count, we  
18          take buckets of mud and you can actually  
19          count thousands of individuals and count  
20          the number of species. You can do the  
21          same thing with fish. And we were  
22          fortunate that on all of TVA's reservoirs  
23          they have a program called Vital Signs,  
24          they go out and sample all their -- you  
25          know, their watersheds and their

1           reservoirs on a pretty frequent cycle.  
2           Usually it's not every year for every  
3           reservoir, but they hit them pretty  
4           regularly.

5                       So in this case we were fortunate  
6           to have what the fish community looked  
7           like before this spill happened and then  
8           how the fish community has responded after  
9           the spill. You can see this line really  
10          doesn't show a big difference. There may  
11          be a slight impairment after the spill,  
12          but really consistently since the last ten  
13          years, the fish community out there has  
14          been in the good to fair kind of  
15          classification using TVA's Vital Signs  
16          metrics. If we saw big impacts because of  
17          fish and because of that substrate down  
18          there, you would expect to see those  
19          ratings in the poor to very poor, but  
20          we're just not seeing that, either.

21                      All right. This is kind of another  
22          looking at -- this is the number. We  
23          talked about diversity of bugs. This is  
24          also the diversity of fish, how many  
25          different types of fish are we seeing.

1 Just pollutant tolerant fish? Are we  
2 seeing the very sensitive species, as  
3 well? In this case, you know, if you  
4 compare the pre-spill on your left and  
5 post-spill on your right, in 2011 there's  
6 probably -- a little on the low side, 27,  
7 28 comparatively. But you know, again,  
8 we're finding anywhere from 25 to 35  
9 different species of fish out there. Very  
10 consistent with what we're seeing  
11 reservoir wide. So these fish, this fish  
12 community here at the Emory River stations  
13 looks a lot like the fish community in  
14 other portions of the Tennessee River.  
15 Okay. So are fish bioaccumulating this  
16 stuff? Not seeing real convincing  
17 evidence. Is the material that's in the  
18 river, is it causing an impact at the  
19 community level, are we disseminating  
20 species of fish? Not seeing that, either.

21 Okay. That was kind of what the  
22 eco risk assessment summary says to us.  
23 What's does the human health summary say  
24 to us? Now, there were -- before we got  
25 started on our human health risk

1           assessment, there were two other big  
2           studies done that stated -- the Tennessee  
3           Department of Health did a public health  
4           assessment and then there was the Oak  
5           Ridge Associated Universities' medical  
6           screening results that were done in 2010.  
7           We were -- ours was kind of an  
8           independent. The idea was to do that and  
9           see how our results matched up with what  
10          those two studies did.

11                 What we looked at were the  
12          exposures scenarios or how people could  
13          get potentially exposed to ash. What we  
14          looked at is that somebody would be  
15          drinking water out of Watts Bar untreated  
16          as they're drinking water source. Okay.  
17          So, again, probably worst case scenario.  
18          I don't know of many people that are  
19          drinking Watts Bar Reservoir untreated,  
20          again, when we have public water supplies  
21          readily available.

22                 We looked at fish consumption,  
23          eating about a pound a week of fish coming  
24          from the reservoir itself. Then we looked  
25          at, of course, all the recreational

1 scenarios. Is it okay for me to water  
2 ski? Is it okay for me to barefoot ski?  
3 Is it okay for me to swim? Is it okay for  
4 me to beach comb? As the water level  
5 drops 5 feet in the wintertime, can I walk  
6 around on the exposed sediment? Is that  
7 going to cause me any adverse impacts?

8 So after we ran all of those  
9 numbers based on all the sampling, what it  
10 did confirm is that before the spill there  
11 was a fish consumption advisory on this  
12 body of water because of Department of  
13 Energy legacy impacts associated with Oak  
14 Ridge. Okay. That fish advisory, that  
15 fish consumption advisory is primarily  
16 related to PCBs, or polychlorinated  
17 biphenyls, and mercury. The PCBs came  
18 from Oak Ridge. The mercury might be a  
19 likely result of atmospheric deposition.  
20 The point is that fish advisory was in  
21 place before the spill. It's not ash  
22 related. Okay. That fish advisory is in  
23 place not because of ash but because of  
24 DOE facility issues.

25 What we did confirm is that besides



1 the fish advisory issues, that we think  
2 the fish advisory should remain in effect  
3 for this body of water. Besides that, we  
4 didn't find any unacceptable risks. All  
5 right.

6 So our study basically confirmed  
7 what Tennessee Department of Public Health  
8 released in 2010 and also agreed with the  
9 ORAU medical screening test that was done  
10 in late '09, early 2010. From memory  
11 there was over 200 people that signed up  
12 for this voluntary kind of physical. They  
13 took blood, urinalysis and pulmonary  
14 looking at the lung function. And the  
15 results of that, their study from 210  
16 people, also showed no presentable risk to  
17 this ash.

18 Now, I think we all agree, I think  
19 every epidemiologist out there and the  
20 health professionals will agree that there  
21 is a risk associated with coal ash. All  
22 right. That big risk that exists, and  
23 it's no great surprise, it is through the  
24 inhalation pathway. Okay. Breathing coal  
25 ash can and has been known to cause, you

1 know, some lung problems similar to  
2 asbestosis. Okay. So all our workers out  
3 there are, you know, outfitted with  
4 respirators and stuff if they need them.  
5 We are monitoring air quality routinely.  
6 We have continuous monitors on site 24-7.

7 We're looking at air quality and  
8 dust emissions from our Phase 2  
9 operations. I think we've got at least  
10 six or eight water trucks that do  
11 continual laps around the site keeping  
12 that dust wet so it doesn't blow. And the  
13 air monitoring that we've been conducting  
14 shows that our systems, our engineering  
15 controls are working well.

16 So from a human health standpoint,  
17 we'd recommend you don't eat the fish, but  
18 other than that, recreate, enjoy the  
19 beautiful resource because I know it gets  
20 a lot of use.

21 Anyhow, all right, so moving  
22 forward. I've got a risk trigger I've got  
23 to address. Right? CERCLA says, okay,  
24 you've got a risk trigger for bugs and  
25 birds that eat bugs, what are you going to

1           do about it? All right. So we call them  
2           removal action objectives. What am I  
3           trying to accomplish with engineering  
4           technologies or engineering remedies that  
5           we can develop. Of course, I want to  
6           protect these bugs from the arsenic- and  
7           selenium-related impacts. I want to  
8           protect them and the birds that are eating  
9           those bugs and stop that transfer and  
10          potential transfer of arsenic and selenium  
11          into their eggs, et cetera.

12                 Just like the Phase 2, we want to  
13          restore to the extent we can the  
14          ecological function of this reservoir and  
15          get it back to recreational use, you know,  
16          similar to what pre-release conditions  
17          were. So when we're done here, when EPA  
18          and TVA and TDEC are done here, we want to  
19          turn this thing back over so it's at least  
20          better -- as good or if not better than it  
21          was before the spill happened. And then  
22          any waste or any sediments or ash that we  
23          dig up and generate as a result of this  
24          cleanup or this proposed cleanups says  
25          that we have to dispose of that material

1           safely and in accordance with any rules  
2           and regs that might be out there.

3           All right. So we're going to get  
4           into the remedies. I've only got about  
5           three or four more slides, so you guys  
6           have been very attentive and I hope I'm  
7           not going through this too fast or  
8           alternatively too slow. A couple more  
9           slides about the remedies and then we'll,  
10          you know, kind of open it up for Q and A  
11          and go from there.

12          So the first remedy -- what I want  
13          to say is when you're dealing with  
14          sediment contamination, you really don't  
15          have a lot of tools in your toolbox.  
16          Okay. We're really looking at three and  
17          these are the same sediment alternatives  
18          that we would apply to virtually any other  
19          contaminated sediment job in the country.  
20          So the choices I have here are the choices  
21          they have for dealing with this same  
22          issue, say, in California.

23          The first one is a fancy term  
24          called monitored natural recovery. What  
25          it basically means is let nature do the

1 cleanup for you. Okay. So we're going to  
2 monitor it over a 30-year period. So this  
3 is really let nature cover this problem.  
4 It's mixing and burial of this ash that's  
5 out there with native sediments that are  
6 coming in from the Emory, coming in from  
7 the Clinch and to a lesser degree coming  
8 in from the Tennessee.

9 The big theory here is pretty easy  
10 to grasp. It's that as you dilute the  
11 system with cleaner sediments, you're  
12 going to decrease the percentage of ash  
13 that's out there and when you decrease the  
14 percentage of ash, you're also then going  
15 to decrease the concentrations of arsenic  
16 and selenium. So it's really a burial and  
17 mixing remedy.

18 We are already seeing evidence of  
19 this in our cores. As I mentioned, we're  
20 seeing smash out there, sediment mixed  
21 with ash, and we're already seeing this  
22 happen. It's a pretty flashy river and  
23 we've had 30,000 CFS events, some 70,000  
24 CFS events which is moving material  
25 through the system.

1                   Now, I mentioned earlier a big  
2                   piece of evaluation tool that we used on  
3                   this was sediment fate and transport  
4                   modeling. Just like climate models and  
5                   air dispersion models and groundwater  
6                   plume models, you can also develop  
7                   computers and arithmetic codes that can  
8                   then track how this material moves through  
9                   this system with time.

10                  A guy working for me, Dr. Steve  
11                  Scott, one of the nation's leading experts  
12                  in sediment transport modeling, had a  
13                  model set up down on a Department of  
14                  Defense super computer done at Vicksburg,  
15                  Mississippi where he works and it was  
16                  taking about 140 hours for this model to  
17                  spit out results. But what it  
18                  demonstrated for us is that of course this  
19                  system is net depositional. Okay.

20                  A lake, as soon as you built a dam,  
21                  we all can acknowledge that the next thing  
22                  that's going to happen is sediment is  
23                  going to begin to accumulate behind that  
24                  dam. Okay. So if you look at the whole  
25                  Watts Bar Reservoir as a whole, you know,

1           it is net depositional. We're going to  
2           get about a half inch a year over the  
3           entire acreage of Watts Bar.

4                   Now, if you look closer and more  
5           specifically at the areas that we're more  
6           interested in, at this Emory River Reach  
7           B, this would Emory River mile 3.5 to 1.5,  
8           kind of right -- kind of ground zero. The  
9           spill happened right about 2.5, 2.3. So  
10          this is kind of right in the middle of  
11          where the spill happened. We're getting a  
12          ton of sediment accumulation over the  
13          30-year period, anywhere from 20 inches  
14          over to 60 inches. So 2 feet to 5 feet of  
15          new sediment is coming into the system and  
16          covering up our old sediment.

17                   Now, that material kind of  
18          accumulates there in that reach, kind of a  
19          little settlement sink, kind of a little  
20          bathtub where this stuff falls out and it  
21          just kind of waits for the next big storm  
22          to push it through. When that next big  
23          storm comes to push it through, we're  
24          getting about a foot of accumulation in  
25          that lower reach of the Emory River, Emory

1 River mile zero to 1.5. So anywhere from  
2 10 to 14 inches of accumulation in that  
3 area. Now, when you get below the Clinch,  
4 you know, below the confluence where the  
5 Clinch comes in, that 1 and a half miles  
6 from ERM 4.5 to 3, we're getting about 60  
7 inches accumulation.

8 One of the things that the model  
9 predicted as well is that within about 10  
10 years you're going to get to less than ash  
11 in your sediment substrate, you know, your  
12 mixture will be more native sediment than  
13 ash. And our bug surveys in the lab and  
14 our bug surveys in the field say when you  
15 get below that, that kind of magic number  
16 of 50 percent, things seem to behave kind  
17 of like they do in the background of  
18 reference stations. So we're kind of  
19 estimating here about 10 years probably of  
20 natural mixing and sedimentation before we  
21 kind of get back to looking like the  
22 reference stations.

23 So the title of this remedy is  
24 Monitored Natural Recovery, so that means  
25 we've got to monitor. Right? So going



1 forward the next two remedies I'll talk  
2 about I also will have this piece in. So  
3 the estimated annual monitoring costs on  
4 this is about \$550,000 a year for  
5 30 years. The Superfund says that I have  
6 to monitor these situations or these  
7 Superfund sites for a 30-year period.  
8 That's just kind of the law I work under.

9 So you'll see this term moving  
10 forward here, this net present value, and  
11 I get a lot of questions of what NPV, what  
12 does that really mean. Okay. So the  
13 remedy costs for monitor only is 10  
14 million. Now, that money represents if I  
15 was to invest \$10 million and put it in a  
16 bank account and then that bank account  
17 would earn 5 percent interest for the  
18 30-year period, I could then withdraw  
19 money from my bank account and at the end  
20 of my 30-year period, I would have zero  
21 money left. Okay. So it's the amount of  
22 money that if invested today in 2012  
23 dollars at 5 percent interest over  
24 30 years, it would be the amount of money  
25 needed to pay for any upfront costs and

1 any monitoring costs for that 30-year  
2 period. So this \$10 million you will see  
3 moving forward is incorporated in  
4 Alternative 2 and Alternative 3. All  
5 right. So that's Alternative 1.

6 Alternative 2 now. We're going  
7 from, say, the least costly to the mid  
8 costly to the most costly. Okay. So  
9 Alternative 2 is kind of the mid. This is  
10 the capping alternative. All right. So  
11 we've got monitored natural recovery is 1.  
12 This is the cap alternative.

13 People say what are you trying to  
14 accomplish with this capping alternative?  
15 This sounds crazy. What we're trying to  
16 do is minimize the exposure to the bugs.  
17 All right. We talked about this ash is  
18 kind of slightly affecting their  
19 reproduction -- excuse me -- their  
20 survival as well as their growth. So  
21 we're going to put a cap down to eliminate  
22 that exposure.

23 Now, putting a cap down does kill  
24 the bug. Okay. Now, we've noticed from  
25 our dredging work and other caps we've

1 placed at other Superfund sites around the  
2 country that bugs do come back. Okay. It  
3 usually takes 6 months to 18 months, but  
4 they do come back. But this would be then  
5 to try to minimize that exposure to the  
6 bugs that are out there.

7 And we want that cap to stay in  
8 place and resist erosion up to a 25-year  
9 storm event. Once you place a cap, you've  
10 got to monitor and make sure the cap stays  
11 in place and is doing the job that it's  
12 supposed to be doing.

13 Now, through the model I talked  
14 about they ran on the super computer, we  
15 were able to calculate what forces -- you  
16 know, when water flows over sediment it  
17 creates a sheer force and that's what  
18 moves sediment through the system. So we  
19 were able to calculate what those various  
20 forces are and what forces would move  
21 sediment and what forces wouldn't.

22 So we've actually got two different  
23 types of caps. For the stuff that's not  
24 so erosive, it's a smaller diameter cap  
25 that looks like pea gravel, so it would be

1 a quarter inch in diameter size. For the  
2 areas that are more erosion prone and get  
3 hit with pretty big storms, there would  
4 have to be a larger size material, about  
5 an inch in a diameter, to stay put. So,  
6 again, you know, we're introducing kind of  
7 a different material into the system to  
8 minimize those exposures.

9 Construction on this thing is one  
10 and a half to two years. It would require  
11 a two-acre dock probably down someplace on  
12 TVA's property on the peninsula. That  
13 would be needed to bring in all your  
14 capping material, get it on barges so you  
15 can then spread it.

16 People ask me how would you do  
17 this. Well, putting a cap down in a water  
18 body is kind of like putting fertilizer on  
19 your yard. All right. We have these  
20 things they call spreaders or broadcast  
21 spreader where actually you take your  
22 capping material, put it in a pipeline and  
23 slurry it and you kind of spray it around  
24 just like you would trying to -- like I  
25 said, trying to put down some lime on your

1           yard or put down some grass seed on your  
2           yard. We could also do that with a  
3           conventional excavator. You could put one  
4           of these track destinators on a barge and  
5           then you can, you know, take a scoop of  
6           the capping material and then place it  
7           over the areas to be capped.

8                   Of course by doing all that, we'd  
9           have to monitor while we're do the capping  
10          work to make sure we're not sending big  
11          plumes of capping material into Watts Bar  
12          and then adversely impacting surface water  
13          quality during the actual installation.

14                   We'd have to monitor that cap, of  
15          course, once it's in place long term to  
16          make sure it stays in place. So the  
17          long-term monitoring caps or the long-  
18          term monitoring for this capping  
19          alternative is about \$200,000 more than  
20          the 550 I mentioned to you earlier. We  
21          add another \$200,000 on there for cap  
22          monitoring and then repair of any areas  
23          that would be eroded after storm events.

24                   Two different types of caps we  
25          designed. Alternative 2A is cap it all.

1           So all 200 acres out there we would cover  
2           with this cap. About 75 percent of that  
3           or 150 acres would be the pea-sized  
4           gravel, okay, and would require about  
5           121,000 cubic yards of material to do.  
6           Then about 25 percent of that cap area  
7           would have the larger, 1-inch diameter  
8           stuff. It's about 160,000 cubic yards of  
9           total material would have to be brought in  
10          via trucks and then from the quarry and  
11          then, you know, put on barges and out to  
12          the capping area.

13                 The net present value on 2A which  
14                 is cap it all is about \$45 million. 18  
15                 and a half million of that is actually to  
16                 purchase cap material and to get it down.  
17                 So almost half is capital costs up front.  
18                 The rest of that is monitoring, project  
19                 management and stuff like that.

20                 Alternative 2B then is cap just the  
21                 areas that we're calling the erosion prone  
22                 areas, the areas that are more susceptible  
23                 to get up and move during storm events.  
24                 It's only 160 acres versus the 200. You  
25                 can see the cap breakdown there. It's 110

1           acres with the pea-sized gravel, 50 acres  
2           total with the medium. Total present  
3           value on that is right about 39 million.  
4           From memory about 15 million of that is  
5           upfront capital costs. 15 million is  
6           purchasing the rock and getting it  
7           actually onto the lake bottom. Again,  
8           Alternative 2A also includes the 30 years  
9           of monitoring.

10                   The third and final one, the most  
11           intrusive, the most aggressive and  
12           consequently the most expensive is  
13           dredging. This is very similar to what we  
14           did in Phase 1. We did hydraulic dredging  
15           in Phase 1, so certainly we can do it in  
16           Phase 3. It provides some big challenges  
17           which is why it wasn't done in Phase 1 and  
18           why we postponed that decision pending  
19           this \$40 million study, to get an idea of,  
20           you know, really what are the human health  
21           risks from the long-term perspective and  
22           really what are the eco risks. You know,  
23           that way we can trade off the balances and  
24           does it makes sense to leave it alone or  
25           does it make since to go back and dredge

1           it.

2                   It's complicated probably by  
3           probably three main things. One is that  
4           when you dredge, you're going to get  
5           resuspension. Okay. So once you hit a  
6           cutter head into this thing and start  
7           stirring up the sediment just like in  
8           Phase 1, you're going to resuspend  
9           material and there's a potential -- how  
10          little or how big, we're not certain yet  
11          -- but there is a potential that you  
12          would, you know, resuspend cesium 137  
13          contamination and move it on down into the  
14          lake. That's a possibility.

15                  The second complication is then  
16          disposal, what do you do with this  
17          material. Now that it's kind of got the  
18          bad rap, all right, it's low level rad or  
19          low level radiation waste, it can't go to  
20          your typical landfill. Okay. A typical  
21          landfill, I'll talk about this in a  
22          minute, loading, transportation and  
23          disposal costs are about \$35 a yard. Now  
24          that this material is classified as low  
25          level rad waste, those disposal costs go



1 up in order of magnitude to about \$350 a  
2 cubic yard. So much more expensive.

3 The third complicating factor is  
4 that the Department of Energy, another  
5 Federal agency, has studied the lower  
6 Clinch River system in kind of the same  
7 area that we've been studying and after  
8 all their analyses in the '95, '97 time  
9 frame, they issued a cleanup decision for  
10 the Clinch River -- which in our Emory  
11 River, Clinch River, some of the same  
12 study area -- that says their selected  
13 remedy to deal with their legacy  
14 contamination was monitored natural  
15 recovery. All right. It would be our  
16 Alternative 1. So that's what they've  
17 selected.

18 Now, if we were going to go down  
19 this path of dredging, we would certainly  
20 have to give a call to Oak Ridge, talk to  
21 some people in Department of Energy and  
22 say we're fixing to dredge areas of your  
23 -- you know, that are covered by your  
24 record of decision, what do y'all think  
25 about that? Okay. We've had -- they're

1           aware of this. You know, right now  
2           everything is very premature.

3           As I mentioned at the start of this  
4           talk, we haven't decided what we're going  
5           to do. The whole purpose of this meeting  
6           really is to try to get you educated up,  
7           let you know the alternatives that we are  
8           considering.

9           When I'm all done with this job in  
10          2015, I'm going to go back home to Atlanta  
11          and go work on another job. And I hear  
12          this all the time at the other projects I  
13          go to, you don't have to live with it.  
14          Okay. So since you guys are going to --  
15          you folks live here and you are going to  
16          have to live with it, we're very curious  
17          and very interested and we'd encourage you  
18          to look at the supporting information and  
19          encourage you to give me a call if you  
20          have questions. So we are very interested  
21          in what you've got to say tonight about it  
22          and through the comment period about our  
23          remedies.

24          Back up real quick. This thing is  
25          much more involved. In kind of, again,

1           one or two years we're going to need a  
2           dewatering facility, about 15 acres. Once  
3           you dredge this stuff hydraulically, it's  
4           about 90 percent water and about 10  
5           percent solids. So you've got to get into  
6           ponds, you've got to settle that material  
7           out and then you've got to dredge that  
8           material out of the ponds and get it up on  
9           land, get it dry, get it onto trucks and  
10          get to it the landfill. So, you know,  
11          it's quite involved and it's very  
12          intrusive. The loading and transportation  
13          and disposal is, as I've mentioned, kind  
14          of a -- is complicated because of the  
15          cesium issue.

16                 Alternative 3A dredges it all, all  
17                 440,000 acres -- or 440,000 cubic yards  
18                 that are greater than 1 foot in thickness.  
19                 We assumed about 80, 70 percent of that  
20                 would be classified as low level rad for  
21                 disposal costs of 312. We assumed about  
22                 30 percent of it was not going to be  
23                 classified as low level rad, so it's got a  
24                 much more reasonable disposal cost there  
25                 of \$35.

1                   Dredge it all is right at about  
2                   \$179 million. From memory, about 110  
3                   million of that is on the loading, the  
4                   transportation and disposal. So over half  
5                   is on the loading -- I mean getting it  
6                   out. Actually, the dredging piece itself,  
7                   that includes \$25 a yard and \$22 a yard.  
8                   The dredging itself is only 10 million  
9                   bucks. I say only. That's a lot of  
10                  money.

11                 But my point is that, you know, the  
12                 dredging, yeah, we could do. It's all the  
13                 other complicating factors, you know, the  
14                 resuspension, the loading and  
15                 transportation and disposal and the  
16                 existing record of decision on the Watts  
17                 Bar Reservoir that creates some concerns  
18                 there.

19                 Alternative 3B is really to go more  
20                 targeting. We would target 160,000 cubic  
21                 yards of material that's in these shallow  
22                 waters. The reason we targeted these  
23                 shallow waters is that the other --  
24                 whatever, 440 minus 160, that other  
25                 300,000 cubic yards is present in deep

1 water environments.

2 Watts Bar, like other manmade  
3 reservoirs, sets up and stratifies in the  
4 summertime. So anything 15 feet or below,  
5 20 feet below, the dissolved oxygen,  
6 right, goes to zero because they just set  
7 up. So that material that's under water  
8 where the dissolved oxygen is zero and  
9 fish can't live anyhow, we kind of said,  
10 you know, maybe it's not a big deal. So  
11 we decided to go -- you know, this is  
12 more of an optimization. If there was,  
13 you know, a desire to go out and do some  
14 more dredging, this was to go get the  
15 areas in the shallow water depths and  
16 targeted areas.

17 That present value on that is  
18 83.4 million, so it's a little less than  
19 half to dredge it all up. From memory,  
20 again, about 40, 50 million of that was  
21 all loading, transportation and disposal.  
22 Again, the dredging, it's doable for a  
23 reasonable cost. It's all the other  
24 problems that lead us into those expensive  
25 numbers. All right. I think I've got one

1 or two more slides and then we'll open it  
2 up for questions.

3 So what have we been doing with  
4 community involvement. Community  
5 involvement is very important. EPA and  
6 TDEC on this want to make sure you guys  
7 have, you know, ample opportunity to  
8 understand this stuff. We're not talking  
9 rocket science, we're not talking nuclear  
10 physics, but this stuff is environmental  
11 science and some of this stuff can be  
12 rather complicated.

13 In working with the Roane County  
14 Community Advisory Group back in January,  
15 they suggested an idea that, you know,  
16 unlike Phase 2 where we just kind of  
17 dumped a lot of three-ring binders that  
18 were about six feet thick without a lot of  
19 guidance and help interpreting them, they  
20 suggested it would be beneficial if we  
21 tried to sponsor some kind of -- we called  
22 it kind of night school for adults.

23 So over a period of six weeks, we  
24 held six specific workshops, we called  
25 them. They were usually like an hour,

1 hour and a half. They were held over at  
2 Roane County -- Roane County State --  
3 Roane State Community College. Excuse me.  
4 They all had different topics of the  
5 evening. Workshop 1 we kind of just gave  
6 an overview, Workshop 2 we talked about  
7 nature and extended ash, Workshop 3 was  
8 terrestrial receptors or land-based  
9 receptors, Workshop 4 was more aquatic,  
10 what was in the water, Workshop 5 was kind  
11 of all about risk assessment, and Workshop  
12 6 was more about the engineering  
13 alternatives.

14 We were quite pleased. We had a  
15 really good crowd. At really all six of  
16 those, we had a crowd like similar to  
17 this. We had usually 15 to 20 people, a  
18 lot of curiosity, a lot of interest. I  
19 think they did help give people a little,  
20 you know, foundation to help dissect this  
21 stuff and interpret it.

22 Why we're here, that is tonight, is  
23 we're in the middle of a public comment  
24 period. We did release all these  
25 documents that support what I'm talking

1           about tonight. They went out on EPA's  
2           webpage and they went out on TVA's webpage  
3           that initiate a formal 30-day public  
4           comment period. So we typically like to  
5           have this meet kind of in the middle of  
6           that comment period to give you all ample  
7           opportunity to start looking at this stuff  
8           and ask any questions of the officials  
9           that are here.

10           You may have seen, you know, a  
11           barrage of fact sheets. We have some more  
12           fact sheets over there at our table. It's  
13           kind of like the layman's cliff notes  
14           version of what I'm talking about, what's  
15           available in thousands and thousands and  
16           thousands of pages summarized. It's kind  
17           of everything I've talked about tonight.

18           We're going to continue to interact  
19           with the Roane County Community Advisory  
20           Group. In fact, we have a working meeting  
21           with them set up on Thursday where we're  
22           actually going to go through this stuff  
23           perhaps in a little bit more detail and  
24           use that as an opportunity for the CAG to  
25           ask questions of EPA, TVA, and TDEC. And



1           if there's anything, you know, information  
2           that we can help them on, any additional  
3           information they think they may need,  
4           we're certainly going to provide that and  
5           help them, you know, get their comments  
6           compiled. That meeting will be at 6:30.

7                     If there's other people, of course,  
8           all these CAG meetings are open to the  
9           members of the general public. You don't  
10          have to be a CAG member to attend. We  
11          would encourage you to come out Thursday.  
12          If what you see here tonight interests  
13          you, there will be a little more in  
14          detailed discussion about this two days  
15          from now.

16                    When the comment period is all  
17          done -- right now we're set up for a  
18          30-day comment period that started  
19          August 11th and it's going to run through  
20          Monday, September 10th. At the end of  
21          that comment period, we will sort through  
22          all these comments received and develop a  
23          response to those comments which is called  
24          a responsiveness summary. All right.

25                    So after we get all these comments,

1 we will look at them and address them to  
2 the best of our ability and then we will  
3 come out with the selected remedy. All  
4 right. It will be Alternative 1, 2A, 2B,  
5 3A or 3B.

6 We will come out with that document  
7 that explains that. It's called an action  
8 memorandum. This will be the third and  
9 final action memo for this property or for  
10 this site. You know, Phase 1 was dredging  
11 and Phase 2 was the cap and closure of the  
12 cell and this will be the third and final  
13 one. After we're done with the decision  
14 documents required by CERCLA, we'll be  
15 finished here. Not finished with the  
16 work. Like I say, we've still probably  
17 got about a good three years of work to  
18 do. But we expect that to come out in the  
19 fall, again, October, November.

20 I will say if there's anybody out  
21 there that cares for an extension, we  
22 always have the possibility, we will  
23 entertain, you know, an extension to the  
24 30-day comment period. If people feel  
25 like they need more room or more time and

1           they're just not going to be able to get  
2           it done, school just started and I'm way  
3           too busy to think about ash, we do  
4           entertain those as they come in.

5                     The statute requires me to do at  
6           least a 15-day minimum. We did extend the  
7           Phase 2 comment period. Just for your  
8           reference, I think we had an extension  
9           request from some outside environmental  
10          groups for a 90-day extension on the  
11          Phase 2 work. We split that down the  
12          middle and gave them 45. So if there are  
13          requests from the community for a comment  
14          period extension, we take those very  
15          seriously and we'll fully consider those.

16                    So how do you get involved? Where  
17          do you submit your comments? Of course,  
18          you can do it tonight. As I mentioned,  
19          the court reporter is right here. You can  
20          ask questions or if you just simply want  
21          to put your comment on record, we  
22          encourage you to do so. That's one way to  
23          do it and get it all over with and be  
24          done. You can send them to this e-mail  
25          address and Michael Clemmons over here on

1           the slide show is the one picking those  
2           comments off that server page. And,  
3           again, we will get each one of those  
4           individually and respond to all those.

5                     You can go snail mail, good old  
6           hard copy, U. S. Postal Service to that  
7           P. O. box. And all this stuff, and it is  
8           a lot of stuff, is available on TVA's  
9           webpage here, on ours, as well. It is at  
10          the public libraries on disks. And  
11          assuming that sometimes these documents  
12          are hard to pull off, we can at special  
13          request get you your own individual copies  
14          so you can look at all this stuff at your  
15          kitchen table in front of your laptop if  
16          you'd like.

17                    So I think that is it. How did I  
18          do on time? A little long. But with  
19          that, I'm done. We're certainly here to  
20          take any questions. Just as a reminder,  
21          if you do have any questions, please  
22          introduce yourself first so our court  
23          reporter can get your name down for the  
24          record. As the questions go out, we'll  
25          address those. Certainly after the

1 meeting, our project team will be around  
2 to help you. You guys know how to reach  
3 me on that e-mail address right there.  
4 I'm happy to help, happy to answer any  
5 questions. It's part of my job.

6 So, Joni.

7 JONI MORGAN: Hi.

8 CRAIG ZELLER: Hello.

9 JONI MORGAN: I'm Joni Morgan and I  
10 had a couple of questions as you were  
11 going through with Alternative No. 1, the  
12 natural process. You're expecting the  
13 sediment to continue to build up over  
14 time, but don't the storm events  
15 frequently wash it down? I mean we  
16 haven't -- I've been here 25 years and I  
17 haven't seen a lot of changes in the river  
18 bottom where I live and I'm right on the  
19 river just upstream of ground zero.

20 CRAIG ZELLER: Yeah. There is  
21 going to be a lot of -- as I mentioned in  
22 that, there's 20 to 50 -- 20 to 60 inches  
23 of sediment in that upper reach right in  
24 front of the site. It kind of acts as a  
25 sediment sink. And as storms come in,

1           yes, it's going to blow that material  
2           through and it will keep moving it  
3           through.

4                     But over a 30-year period, we are  
5           predicting net deposition for those areas,  
6           a foot right there kind of in your area.  
7           That's kind of like Lake 101. As soon as  
8           you build a lake, you know, whether it's a  
9           small pond or a reservoir the size of  
10          Watts Bar, it is going to create  
11          depositional environment. So it is net  
12          deposition. We're not --

13                    JONI MORGAN: Very slowly and very  
14          literal, but still it's there.

15                    CRAIG ZELLER: Right. Correct.

16                    JONI MORGAN: Okay.

17                    CRAIG ZELLER: So we're going to  
18          get mixing. We're already seeing mixing.  
19          So it's not just going to be one 20-foot  
20          layer -- or 20-inch layer. It's going to  
21          be mixing and the ash is going to continue  
22          to move through the system. As I  
23          mentioned, with the lack of cenosphere,  
24          it's one of the things that we view as  
25          positive is that we recognize and we

1           acknowledge ash is moving, sediment is  
2           moving.

3                   But all that being said, we're not  
4           seeing cenospheres, which is good. If we  
5           had a big problem out there left in that  
6           system, we'd expect to still see  
7           cenospheres popping up. We see them in  
8           our storm water ponds on site and we are  
9           sucking them out of there. But it's a  
10          good indication that, you know, this stuff  
11          seems to be rather stable. It doesn't  
12          seem to be getting resuspended and  
13          certainly not showing up in fish tissue  
14          and the like.

15                   JONI MORGAN: Okay. Well, I have a  
16          couple of other questions and nobody is at  
17          the microphone. So in the capping option,  
18          Alternative No. 2, are you going to have  
19          to close the river while you're installing  
20          the cap?

21                   CRAIG ZELLER: Not widespread. You  
22          know, it wouldn't be like in Phase 1,  
23          during the dredging activity, we had so  
24          many miles of dredge pipe and I think we  
25          had five cutter head dredges. It was

1 dangerous. There would probably be some  
2 localized closure, I mean, around the  
3 areas that we were actively capping that  
4 day. So it wouldn't be a complete  
5 shutdown of the Emory River again. It  
6 would be more --

7 JONI MORGAN: There would be --

8 CRAIG ZELLER: Kind of like a road  
9 closure, you know. Today this section is  
10 down to two -- instead of a three-lane  
11 interstate, you might have a one-lane  
12 interstate.

13 JONI MORGAN: So there would still  
14 be passageway, but it wouldn't be totally  
15 closed?

16 CRAIG ZELLER: Correct.

17 JONI MORGAN: Okay. You did  
18 mention that when the cap goes down, it's  
19 going to kill off all the bugs.

20 CRAIG ZELLER: Yes.

21 JONI MORGAN: How long will it take  
22 for the bugs to come back? Do we know?  
23 And what kind of impact will that have for  
24 that period of times on the fish and the  
25 birds in the area?



1 CRAIG ZELLER: That's a great  
2 question. Hard to quantitatively say  
3 specifically. But usually less than a  
4 year.

5 JONI MORGAN: Okay. So the fish  
6 population would be somewhat down maybe --

7 CRAIG ZELLER: Yeah.

8 JONI MORGAN: -- because of the  
9 lack of bugs?

10 CRAIG ZELLER: Yes.

11 JONI MORGAN: Birds probably  
12 wouldn't be very much affected?

13 CRAIG ZELLER: Probably wouldn't be  
14 a community level impact.

15 JONI MORGAN: Okay.

16 CRAIG ZELLER: The capping material  
17 we're putting down is not real good  
18 substrate.

19 JONI MORGAN: Right. For the bugs.

20 CRAIG ZELLER: Bugs don't like to  
21 set up house.

22 JONI MORGAN: Housekeeping.

23 CRAIG ZELLER: They don't like to  
24 set up house in 1-inch rock.

25 JONI MORGAN: Right.

1                   CRAIG ZELLER: It's just not a very  
2 hospitable environment for them. So they  
3 wouldn't come back until that new sediment  
4 moved on into the system.

5                   JONI MORGAN: Right.

6                   CRAIG ZELLER: So it takes more  
7 native sediment coming on to accumulate on  
8 top of that rock we put down before the  
9 bugs would come back. Any dredging remedy  
10 that we've done -- and TVA saw this  
11 themselves when they were done with Phase  
12 1 -- it usually took six to eight months,  
13 Neal? Less than a year and the bugs come  
14 back. Same thing with the cap. We've got  
15 a lot of capping, particularly out West,  
16 and they've usually -- one growing season  
17 and they usually come back.

18                  JONI MORGAN: Thanks.

19                  FREDDIE STOKES: My name is Freddie  
20 Stokes. Would you mind repeating what you  
21 just said, all of it? No.

22                  CRAIG ZELLER: The whole hour? I  
23 don't think these people want to stay here  
24 for that.

25                  FREDDIE STOKES: No. I'm just

1           kidding. Is there not going to be  
2           anything done on the physical part? Like  
3           I had nose bleeds for eight months solid,  
4           you know, and I haven't heard a word from  
5           anybody.

6           CRAIG ZELLER: Did you sign up for  
7           the voluntary medical screening?

8           FREDDIE STOKES: Yeah, I did.

9           CRAIG ZELLER: I would probably  
10          refer you somehow to get back in touch  
11          with those folks that did that work and  
12          help them -- or they can help you with  
13          that.

14          FREDDIE STOKES: Well, I live where  
15          the trucks came by every day.

16          CRAIG ZELLER: Okay.

17          FREDDIE STOKES: Thank you.

18          CRAIG ZELLER: You bet. Any other  
19          questions or comment you want to make on  
20          the record? You guys are going to take it  
21          easy on me. I knew Don had something to  
22          say.

23          DON SIMON: Don Simon. Craig, you  
24          never addressed anything from mile marker  
25          3.5 to mile marker 6. I know that you

1 state that the natural high water marks  
2 will wash that out. Will you look at  
3 dredging some of those areas or go back  
4 and revisit those areas that showed ash  
5 where you had clam shells, where we know  
6 some of the coves sealed it in, for  
7 instance, my area where TDEC and EPA both  
8 admitted that there was ash at the shore?

9 We always stop at mile marker 3 or  
10 3.5 and address everything down river. Is  
11 that just an assumption without a revisit  
12 that everything from up river has been  
13 cleansed or will be cleansed?

14 CRAIG ZELLER: We can go look at  
15 that map. I think you asked that question  
16 in our workshops. From memory, I believe  
17 there's 79,000 cubic yards of material.  
18 No. It's less than that. It's more like  
19 15,000 cubic yards of material that is in  
20 this Reach C that you're talking about.  
21 So it would get picked up with Alternative  
22 3A.

23 DON SIMON: Okay. Thanks.

24 CRAIG ZELLER: Yep. Anybody else?  
25 Okay. Well, if you're shy and you don't

1           want to, you know, talk in front of all  
2           these folks and you don't want your name  
3           recorded for the court reporter, you can  
4           certainly come up and talk to us in  
5           confidence afterwards if you have anything  
6           you would like to say.

7                     Steve, go ahead. One more here.

8                     STEVE SCARBOROUGH: I'm Steve  
9           Scarborough. One of the questions I had  
10          is like the area that Don was talking  
11          about that's above the area that has any  
12          significance, cesium in it. So what it  
13          looks like to me is that some hybrid of  
14          these things, of some of the alternatives,  
15          might be a better alternative than any  
16          single alternative by itself. You know,  
17          are you guys open to that kind of thing if  
18          it's proposed or will you be looking at  
19          that as you go forward?

20                    CRAIG ZELLER: We always -- that's  
21          going to be a really good comment to  
22          submit during the comment period,  
23          combining remedies or combining  
24          approaches. That's something that we  
25          would take into consideration, sure.

1 STEVE SCARBOROUGH: Good. Thanks.

2 CRAIG ZELLER: Thank you, Steve.

3 Anybody else? Going once. Going twice.

4 Okay. You've been a very good group.

5 Thank you for coming out. I know you've

6 got lots of things going on and it's busy

7 with the start of summer here -- or start

8 of school year. So thanks for taking your

9 time.

10 (MEETING CONCLUDED.)

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## REPORTER'S CERTIFICATE

STATE OF TENNESSEE:  
COUNTY OF HAMILTON:

I, Tracy A. Beamon, Certified Court Reporter and Notary Public, do hereby certify that I reported in machine shorthand the August 21, 2012, Proceedings in the above-styled cause; that the foregoing pages, numbered from 1 to 78, inclusive, were typed under my personal supervision and constitute a true record of said proceedings.

I further certify that I am not an attorney or counsel of any of the parties, nor a relative or employee of any attorney of counsel connected with the action, nor financially interested in the outcome of the action.

Witness my hand in the City of Chattanooga, County of Hamilton, State of Tennessee, this 9th day of September, 2012.

Tracy A. Beamon, CCR-1003, LCR-466  
My Commission Expires on the  
18th day of February, 2015.